

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Conservation Auditorium, 1st Floor, State Land & Natural Resources Building, 625 North 4th Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, MAY 22, 2001**, upon the application of **DENBURY RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Pelican B Sand, Reservoir D**, in the Lapeyrouse Field, Terrebonne Parish, Louisiana.

1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate, such unit to be designated the PELICAN B RD SUA.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate a unit well for the proposed PELICAN B RD SUA.
4. To designate Denbury Resources, Inc. as the unit operator for the proposed unit.
5. To provide that any future wells drilled to the Pelican B Sand, Reservoir D, should be located in accordance with the spacing provisions of Statewide Order No. 29-E.
6. To provide that the Commissioner of Conservation should be authorize to reclassify the Pelican B Sand, Reservoir D, by supplemental Order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
7. To consider such other matters as may be pertinent.

The Pelican B Sand, in the Lapeyrouse Field, Terrebonne Parish, Louisiana, was previously defined in Office of Conservation Order No. 416-FF-1, effective February 14, 1984, and is hereby further defined as that gas and condensate bearing sand encountered between the depths of 11,598' and 11,623' (ELM) (11,180' and 11,205' TVD) in the Denbury Resources - Eschette Heirs No. 2 Well, located in Section 32, Township 19 South, Range 18 East.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana. All parties having interest therein shall take notice thereof.

BY ORDER OF:

PHILIP N. ASPRODITES
COMMISSIONER OF CONSERVATION

Baton Rouge, La 4/12/01;4/17/01
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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT DEPARTMENT OF NATURAL RESOURCES, PERSONNEL SECTION AT P.O. BOX 94396, BATON ROUGE, LA 70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN

TEN (10) WORKING DAYS OF THE HEARING DATE.